BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of Encartele,)	
Inc. for a Certificate of Service Authority to)	Case No. XA-2006-0421
Provide Competitive Intrastate Interexchange)	Case No. AA-2000-0421
Telecommunications Services including)	
Operator Services within the State of Missouri)	

STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission and states:

- 1. In the attached Memorandum, labeled Appendix A, the Staff recommends that the Missouri Public Service Commission grant Encartele, Inc. (Applicant) a certificate of service authority to provide intrastate, interexchange telecommunications services, including operator services. The Commission shall grant an application for a certificate of telecommunications service authority upon a finding that the grant of authority is in the public interest. §§ 392.430 and 392.440 RSMo. (2000).
- 2. Staff also recommends that the Commission classify the Applicant and the services it proposes to offer in its *Application* as competitive. The Commission may classify a telecommunications provider or its services as competitive if the Commission determines it is subject to sufficient competition to justify a lesser degree of regulation. §392.361.4. All the services a competitive company provides must be classified as competitive. §392.361.3.
- 3. Staff further recommends that the Commission grant the waivers listed in the *Notice of Applications*. The Commission may waive the application of its rules and certain statutes if the Commission determines that waiver is consistent with the purposes of Chapter 392. §§ 392.185, 392.361.5 and 392.420.

4. Staff notes that the Applicant filed a proposed tariff for Commission approval under tracking number YX-2006-0831 as required under 4 CSR 240-3.510(1)(C). The tariff meets Staff's review for compliance with rules for competitive company tariff filings.

WHEREFORE, Staff recommends that the Commission grant Encartele, Inc. a certificate of service authority to provide intrastate, interexchange telecommunications services; grant it the requested competitive classification; grant the waivers listed in the Commission's Notice of Application; and approve the proposed tariff effective June 15, 2006.

Respectfully Submitted,

/s/ Shelley E. Syler

Shelley E. Syler Senior Counsel Missouri Bar No. 52173

Attorney for the Staff of the Missouri Public Service Commission

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CERTIFICATE OF SERVICE

I hereby certify that copies of this Recommendation have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 24th day of May 2006.

/s/	Shelley	E. Syler	

MEMORANDUM

To:	Missouri Public Service Commission Official Case File					
	Case No.:	XA-2006-0421		File No.:	YX-2006-0831	
	Applicant:	Encartele, Inc. (Encartel	e)			
From: Arthur P Kuss Telecommunications Departmen		nt				
		am L Voight 05/23/06 y Operations Division/Dat	<u> </u>		m K. Haas 5/24/06 Counsel's Office/Date	
Subject:	Subject: Staff Recommendation for Approval of Certificate and Initial Tariff					
Date:	May	23, 2006	Filing Dea	adline: .	June 06, 2006	
The Telecommunications Department Staff (Staff) recommends the applicant be granted the certificate(s), as indicated below, to be effective on the same date the tariff becomes effective: Certificate to provide basic local exchange telecommunications services in the following service areas: All of Southwestern Bell Telephone, L.P., d/b/a AT&T Missouri (AT&T Mo) All of Embarq Missouri Inc. d/b/a Embarq (Embarq) All of CenturyTel of Missouri, LLC (CenturyTel Mo) All of Spectra Communications Group, LLC d/b/a CenturyTel (Spectra) Other (please describe):						
⊠ Ce	ertificate to p	orovide Interexchange telec	communications	services.		
	Certificate to provide local exchange telecommunications services.* *Local exchange authority should be restricted to dedicated, private line services.					
recommen	ds a Commis	applicant and its services resion order granting certific	cation state that p	oursuant to	Section 392.410	

RSMo, unless exercised within a period of one year from the issuance thereof, authority conferred by a certificate of service authority shall be null and void. In addition, Staff recommends approval of the waivers listed in the Notice.

Granting a certificate to provide basic local exchange telecommunications services should be based on the following conditions:

1. The applicant's originating and terminating access rates will be no greater than the lowest Commission approved corresponding access rates in effect for each ILEC within whose service area the applicant seeks authority to provide service, unless authorized by the Commission pursuant to Sections 392.220 and 392.230 RSMo.

- 2. The certificate and service classification for switched access service is conditioned on the continued applicability of Section 392.200 RSMo, and the requirement that any increases in switched access services rates above the maximum switched access service rates set forth herein shall be made pursuant to Sections 392.220 and 392.230 RSMo, and not Sections 392.500 and 392.510 RSMo.
- 3. If the directly competing ILEC, in whose service area the applicant is operating, decreases its originating and/or terminating access service rates, the applicant shall file an appropriate tariff amendment to reduce its originating and/or terminating access rates in the directly competing ILEC's service area within 30 days of the directly competing ILEC's reduction of its originating and/or terminating access rates in order to maintain the cap.

	No objection to tariff taking effect:					
	PSC Number:	Missouri Ta	riff No. 1	Effec	tive Date:	June 15, 2006
	Tariff was not so until tariffs are e				t cannot lav	wfully provide service
Additio	onal Comments:					
1.	(N/A).					
	The Company is	s not delinque	nt in filing an	annual report	or paying	a PSC assessment.
		the condition	the applicant	corrects the de	elinquency.	The applicant should orrected the
	No annual repor	t.	Unpaid PSC	assessment.	Amount o	wed:

Review Items for IXC, Non-switched Local and CLEC Certificate Applications:
(As required by 4 CSR 240-2.060): Proper Secretary of State authorization. Statement of character of business performed. Statement declaring no pending action or final unsatisfied judgments. Statement declaring no overdue annual reports or assessment fees. Application includes an affidavit. The applicant is requesting waivers of rules or statutes previously granted to a competitively classified company.
(As required by RSMo 392.430/.440): Application shows that grant of authority is in the public interest.
Additional Review Items for CLEC Certificate Applications: N/A
(As required by RSMo 392.455 and/or 4 CSR 240-3.510): Possesses sufficient technical, financial and managerial resources and abilities. Statement that applicant will satisfy the minimum standards of the commission. Identifies geographic area (no smaller than an exchange). Statement that applicant will offer basic local service as a separate and distinct service. Statement that applicant will give equitable access to all Missourians.
Tariff Review Items (applicable for all competitively classified companies):
The tariff meets Staff's review for compliance with rules for competitive company tariff filings.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of Encartele, Inc. for Approval of its Application for a Certificate to Provide Interexchange Telecommunications Services.) Case No. XA-2006-0421))
AFFIDAVIT C	OF Arthur P. Kuss
STATE OF MISSOURI) ss:	
COUNTY OF COLE)	
of lawful age and after being duly sworn,	the Missouri Public Service Commission, being states that he has participated in the preparation that the facts therein are true and correct to the Arthur P. Kuss
Subscribed and affirmed before me to I am commissioned as a Notary Publ and my commission expires onJur	lic within the County of Cole, State of Missouri
S3.0	MOTARY PUBLIC

CARLA K. SCHNIEDERS
Notary Public - Notary Seal
State of Missouri
County of Cole
My Commission Exp. 06/07/2008